

Washington State Institute for Public Policy

Renefit-Cost Results

Family-based tobacco and substance use prevention Public Health & Prevention: Home- or Family-based

Benefit-cost estimates updated December 2016. Literature review updated December 2014.

Current estimates replace old estimates. Numbers will change over time as a result of model inputs and monetization methods.

The WSIPP benefit-cost analysis examines, on an apples-to-apples basis, the monetary value of programs or policies to determine whether the benefits from the program exceed its costs. WSIPP's research approach to identifying evidence-based programs and policies has three main steps. First, we determine "what works" (and what does not work) to improve outcomes using a statistical technique called meta-analysis. Second, we calculate whether the benefits of a program exceed its costs. Third, we estimate the risk of investing in a program by testing the sensitivity of our results. For more detail on our methods, see our Technical Documentation.

Program Description: Family-based tobacco and substance use prevention programs involve both parents and children in order to prevent or decrease alcohol, tobacco, and other drug use. These programs often include interactive components, group sessions, and/or workbooks for the family to complete together. Often the programs aim to increase family communication, foster parenting skills, and improve knowledge about substance use. Two name-brand programs in this meta-analysis include Family Matters and Staying Connected with Your Teen.

Benefit-Cost Summary Statistics Per Participant								
Benefits to:								
Taxpayers	\$1,315	Benefit to cost ratio	\$28.17					
Participants	\$2,202	Benefits minus costs	\$4,928					
Others	\$1,535	Chance the program will produce						
Indirect	\$57_	benefits greater than the costs	100 %					
Total benefits	\$5,109							
Net program cost	(\$181)							
Benefits minus cost	\$4,928							

The estimates shown are present value, life cycle benefits and costs. All dollars are expressed in the base year chosen for this analysis (2015). The chance the benefits exceed the costs are derived from a Monte Carlo risk analysis. The details on this, as well as the economic discount rates and other relevant parameters are described in our Technical Documentation.

Detailed Monetary Benefit Estimates Per Participant Benefits from changes to:1 Benefits to: **Participants** Others² Indirect3 **Taxpayers** Total Crime \$0 \$40 \$96 \$20 \$156 Labor market earnings associated with high school \$2,243 \$1,019 \$1,032 \$0 \$4,294 graduation Health care associated with smoking \$119 \$364 \$451 \$182 \$1,115 Property loss associated with alcohol abuse or \$3 \$0 \$6 \$0 \$10 dependence Costs of higher education (\$108)(\$50) (\$54) (\$375)(\$163)Adjustment for deadweight cost of program \$0 \$0 \$0 (\$91)(\$90)\$2,202 \$1,535 \$57 \$5,109 Totals \$1,315

^{3&}quot;Indirect benefits" includes estimates of the net changes in the value of a statistical life and net changes in the deadweight costs of taxation.

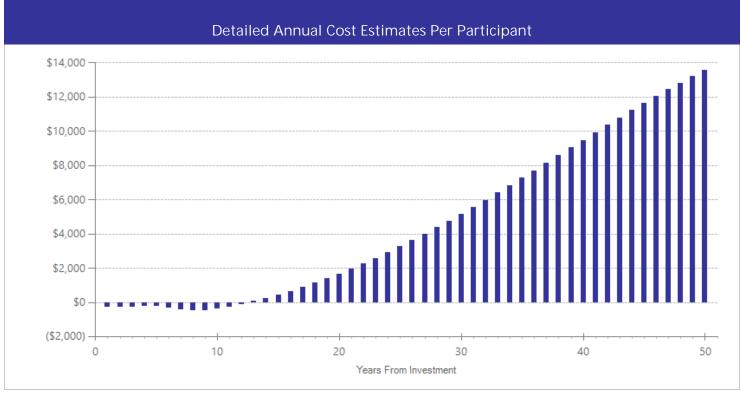
Detailed Annual Cost Estimates Per Participant								
	Annual cost	Year dollars	Summary					
Program costs Comparison costs	\$140 \$0	2001 2001	Present value of net program costs (in 2015 dollars) Cost range (+ or -)	(\$181) 10 %				

These programs typically last one year or less. Per-family cost from Bauman, K.E., Foshee, V.A., Ennett, S.T., Hicks, K.A., Pemberton, M. (2001). Family Matters: A family-directed program designed to prevent adolescent tobacco and alcohol use. *Health Promotion Practice*, 2(1), 92.

The figures shown are estimates of the costs to implement programs in Washington. The comparison group costs reflect either no treatment or treatment as usual, depending on how effect sizes were calculated in the meta-analysis. The cost range reported above reflects potential variation or uncertainty in the cost estimate; more detail can be found in our Technical Documentation.

¹In addition to the outcomes measured in the meta-analysis table, WSIPP measures benefits and costs estimated from other outcomes associated with those reported in the evaluation literature. For example, empirical research demonstrates that high school graduation leads to reduced crime. These associated measures provide a more complete picture of the detailed costs and benefits of the program.

²"Others" includes benefits to people other than taxpayers and participants. Depending on the program, it could include reductions in crime victimization, the economic benefits from a more educated workforce, and the benefits from employer-paid health insurance.



The graph above illustrates the estimated cumulative net benefits per-participant for the first fifty years beyond the initial investment in the program. We present these cash flows in non-discounted dollars to simplify the "break-even" point from a budgeting perspective. If the dollars are negative (bars below \$0 line), the cumulative benefits do not outweigh the cost of the program up to that point in time. The program breaks even when the dollars reach \$0. At this point, the total benefits to participants, taxpayers, and others, are equal to the cost of the program. If the dollars are above \$0, the benefits of the program exceed the initial investment.

Meta-Analysis of Program Effects										
Outcomes measured	No. of effect sizes	Treatment N	Adjusted effect sizes and standard errors used in the benefit- cost analysis					Unadjusted effect size (random effects		
			First time ES is estimated		Second time ES is estimated			model)		
			ES	SE	Age	ES	SE	Age	ES	p-value
Initiation of sexual activity	2	84	-0.016	0.203	16	-0.016	0.203	18	-0.017	0.970
Alcohol use in high school	3	615	-0.167	0.056	15	-0.167	0.056	18	-0.172	0.002
Smoking in high school	3	615	-0.179	0.057	15	-0.179	0.057	18	-0.179	0.002
Cannabis use in high school	2	84	-0.061	0.215	16	-0.061	0.215	18	-0.162	0.654
Illicit drug use in high school	2	84	-0.140	0.369	16	-0.140	0.369	18	-0.361	0.372

Meta-analysis is a statistical method to combine the results from separate studies on a program, policy, or topic in order to estimate its effect on an outcome. WSIPP systematically evaluates all credible evaluations we can locate on each topic. The outcomes measured are the types of program impacts that were measured in the research literature (for example, crime or educational attainment). Treatment N represents the total number of individuals or units in the treatment group across the included studies.

An effect size (ES) is a standard metric that summarizes the degree to which a program or policy affects a measured outcome. If the effect size is positive, the outcome increases. If the effect size is negative, the outcome decreases.

Adjusted effect sizes are used to calculate the benefits from our benefit cost model. WSIPP may adjust effect sizes based on methodological characteristics of the study. For example, we may adjust effect sizes when a study has a weak research design or when the program developer is involved in the research. The magnitude of these adjustments varies depending on the topic area.

WSIPP may also adjust the second ES measurement. Research shows the magnitude of some effect sizes decrease over time. For those effect sizes, we estimate outcome-based adjustments which we apply between the first time ES is estimated and the second time ES is estimated. We also report the unadjusted effect size to show the effect sizes before any adjustments have been made. More details about these adjustments can be found in our Technical Documentation.

Citations Used in the Meta-Analysis

Bauman, K.E., Ennett, S.T., Foshee, V.A., Pemberton, M., King, T.S., & Koch, G.G. (2002). Influence of a family program on adolescent smoking and drinking prevalence. *Prevention Science*, 3(1), 35-42.

Haggerty, K., Skinner, M., MacKenzie, E., & Catalano, R. (2007). A randomized trial of parents who care: Effects on key outcomes at 24-month follow-up. *Prevention Science*, 8(4), 249-260.

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Washington State Institute for Public Policy

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